April 30, 2001

IN RE: DOCKET NO. 2001-83-C – <u>AmeriMex Communications Corp.</u> – Application for a Certificate of Public Convenience and Necessity to provide Competitive Local Exchange telecommunications services within the State of SC and for Flexible Regulation

COPY OF TESTIMONY OF DONALD L. ALDRIDGE ON BEHALF OF AMERIMEX COMMUNICATIONS CORP. HAS BEEN DISTRIBUTED TO THE FOLLOWING:

E. Coates
Legal (2)
- D: /
Exec. Director
Manager, Utils Dept.
Audit (2)
Commissioners (7)
pao



STATE OF SOUTH CAROLINA

BEFORE THE SOUTH CAROLINA PUBLIC SERVICE COMMISSION

In re:)			
Appli	cation of)) DOCKET NO. 2001-92-C			
Amer) DOCKET NO. 2001-83-C AmeriMex Communications Corp.				
For a Certificate of Public Convenience and Necessity to Provide Local Exchange Telecommunications Services within the State of South Carolina and for Flexible Regulation) NOS O S 89A			
	PRE-FILED TESTIMONY OF DONAL	D L. ALDRIDGENOISSININGS 201 MAD			
Q.	PLEASE STATE YOUR NAME AND BUSINESS	ADDRESS. S. C. PUBLIC SERVICE COMMISSION			
A.	My name is Donald L. Aldridge. My business addr	ress is 1078 Alpharetta St., Suite 9,			
	Roswell, Georgia 30075.	ECEIV.			
Q.	WHAT IS YOUR POSITION WITH AMERIMEX COMMUNICATIONS CORP.?				
A.	I am the President and Founder of AmeriMex Communications Corp. ("AmeriMex").				
Q.	PLEASE DESCRIBE YOUR BUSINESS EXPERIENCE AND EDUCATIONAL				
	BACKGROUND.				
A.	Prior to founding AmeriMex, I was a Partner of Tatum	CFO Partners, LLP. In my five years			
	at Tatum, 1993 to 1998, my clients mostly consisted o	f service and technology companies.			
	My clients provided me the opportunity to work with p	public markets and private financing.			
	While at Tatum, I served as the CFO of a \$800 millio	n nationwide service organization. I			
	took the financial helm of this company when they we	re in serious financial trouble. I was			
	able to negotiate with bankers, get the underlying acco	ounting records under control, move			

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1		the Company headquarters to Atlanta, and hire an entire corporate financial staff. I
2		spearheaded the financial packaging of the Company that lead to a successful sale to another
3		organization. On another engagement, I had the opportunity to serve as CFO during the
4		İnitial Public Offering (IPO) of a Telecom equipment manufacturer. Also while at Tatum,
5		I served as CFO of a southeastern based Paging Company and was instrumental in raising
6		\$8 million of venture capital funds.
7		Prior to joining Tatum I was the Chief Financial Officer of Southern Services Inc. While at
8		Southern Services, I helped develop strategies that took an Atlanta based company from
9		revenues of \$7 million to \$20 million in two years. Before Southern Services, I served as
10		Controller of ADT Maintenance Services. At ADT, I handled the financial integration of
11		approximately twenty acquisitions into one nationwide company. Revenues grew from \$70
12		million to \$250 million over four years. I started my career with the international accounting
13		firm of Deloitte & Touche.
14	Q.	HAVE YOU PREVIOUSLY TESTIFIED BEFORE THIS COMMISSION?
15	A.	No.
16	Q.	IS AMERIMEX CURRENTLY CERTIFICATED TO PROVIDE SERVICE IN
17		SOUTH CẠROLIÑA?
18	A.	AmeriMex has applied to the Commission for a Certificate of Public Convenience and
19		Necessity, which has not yet been issued.

HAS AMERIMEX EVER MARKETED OR SOLD SERVICES FOR INTRASTATE

PURPOSES IN SOUTH CAROLINA PRIOR TO THIS TIME?

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Q. WHAT IS THE PURPOSE OF YOUR TESTIMONY?

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A. The purpose of my testimony is, first, to describe AmeriMex' Application for a Certificate
of Public Convenience and Necessity. Secondly, I will describe the telecommunications
services AmeriMex proposes to provide. Thirdly, I will describe the technical and
managerial resources and abilities of AmeriMex. I will also describe the financial resources
of AmeriMex in order to show that AmeriMex has the financial ability to provide the service
described in its Application. Finally, I will comment on the public benefits of AmeriMex'
proposed telecommunications services.

9 Q. PLEASE DEȘCRIBE THE AUTHORITY THAT AMERIMEX SEEKS BY ITS 10 APPLICATION.

- A. AmeriMex seeks a Certificate of Public Convenience and Necessity to provide resold local exchange telecommunications services throughout South Carolina.
- Q. DO YOU HAVE ANY CHANGES OR UPDATED INFORMATION TO PROVIDE ŘEGARDING THE APPLICATION?
 - A. Yes. While AmeriMex seeks a Certificate of Public Convenience and Necessity to provide local exchange service on a statewide basis (as permitted by law and as market conditions warrant), AmeriMex does not, at this time, seek to provide services in any area currently serviced by any small or rural ÎLEC in South Carolina. This is in accordance with the Stipulation entered into by AmeriMex and the South Carolina Telephone Coalition.

Q. PLEASE DESCRIBE THE SERVICES TO BE OFFERED BY AMERIMEX.

A. AmeriMex initially plans to provide on a resale basis, monthly recurring, prepaid flat-rate local exchange service, including extended area service, toll restriction, call control options,

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tone dialing, custom calling services, and other services which may be available on a resale
basis from the underlying incumbent local exchange carrier. Under current business plans
AmeriMex will not construct, operate, manage, own or lease any telecommunications
facilities for the provision of its local services in the State of South Carolina. Service will
be available on a full-time basis, twenty-four hours per day, seven days per week, in those
areas currently served by BellSouth, GTE and any other relevant incumbent facilities-based
LECs.

8 Q. HOW IS THE SERVICE TO BE MARKETED AND BILLED?

- 9 A. AmeriMex will market its service through direct sales by AmeriMex' agents and will bill customers directly.
- 11 Q. HAS AMERIMEX OBTAINED AUTHORIZATION TO PROVIDE ITS SERVICES
 12 IN ANY OTHER STATES?
- A. AmeriMex is authorized by registration, certification or (where appropriate) on a deregulated basis, to provide resold local telecommunications services in Florida, Georgia and North Carolina. AmeriMex currently has pending an application for authority to provide resold competitive local exchange telecommunications services in the State of Louisiana.
- 17 Q. HAS ANY STATE ÉVER DENIED AMERIMEX AUTHORIZATION TO PROVIDE 18 INTRASTATE SERVICE?
- 19 A. No.

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- 20 Q. HAS ANY STATE EVER REVOKED AMERIMEX' CERTIFICATION?
- 21 A. No.

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1	Q.	HAS THE COMPANY EVER BEEN INVESTIGATED OR SAINCTIONED BY ANY
2		REGULATORY AUTHORITY FOR SERVICE OR BILLING IRREGULARITIES?
3	A.	No.
4	Q.	PLEASE DESCRIBE THE MANAGERIAL QUALIFICATIONS OF AMERIMEX'
5		MANAGEMENT PERSONNEL.
6	A.	AmeriMex' management team is well qualified to execute AmeriMex' business plan to
7		provide telecommunications service. AmeriMex' primary management team consists of
8		Irving Rivera and myself. Mr. Rivera is the Executive Vice President of AmeriMex. Mr.
9		Rivera's background for the past nine years has been in the marketing and sales of money
10		transfer systems. He has extensive experience in marketing to the Hispanic population, the
11		Company's prîmary market. As stated earlier, I have both a financial and telecom
12		background.
13	Q.	PLEASE DESCRIBE AMERIMEX' FINANCIAL QUALIFICATIONS TO PROVIDE
14		SERVICE.
15	A.	AmeriMex has the financial capability to provide local telecommunications services in South
16		Carolina as demonstrated by AmeriMex' most recent financial statements (Exhibit C to
17		AmeriMex' Application). As a reseller, AmeriMex will not incur significant expense to
18		serve the South Carolina market. Moreover, AmeriMex has access to the financing and
19		capital necessary to conduct its proposed telecommunications operations.
20	Q.	PLEASE DESCRIBE THE PUBLIC INTEREST BENEFITS ASSOCIATED WITH
21		AMERIMEX' PROPOSED OFFERING OF TELECOMMUNICATIONS SERVICES

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IN SOUTH CAROLINA.

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- A. By allowing AmeriMex to provide service in the manner proposed, the level of local exchange competition will be increased. Competition enhances customer choice by providing a wider selection of products and services from which to choose. AmeriMex is poised to offer customers a new service alternative, with excellent customer service.
- 5 Q. DOES THIS CONCLUDE YOUR TESTIMONY?
- 6 A. Yes.

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